

**BOARD OF DIRECTOR'S MINUTES
SAN LORENZO VALLEY WATER DISTRICT
BOULDER CREEK, CALIFORNIA**

April 7, 2005

The regular meeting of the Board of Directors of the San Lorenzo Valley Water District was called to order by Dir. Vierra on Thursday, April 7, 2005 in the District's Operations Building, 13057 Highway 9, Boulder Creek, California at 7:31 p.m.

CONVENE MEETING/ROLL CALL:

Roll call showed Dirs. Nelson, Rapoza, Ross and Vierra present. Dir. Prather arrived at 7:37 p.m. District Manager Mueller and Counsel Hynes were also present.

MINUTES:

- a. Minutes of the Regular Meeting of March 17, 2005

Motion was made by Dir. Rapoza to approve the Minutes of the Regular Meeting of March 17, 2005, as presented.

ROLL CALL:

Ayes:	Rapoza, Nelson, Prather, Ross, Vierra
Noes:	None
Absent:	None

ADDITIONS AND DELETIONS TO THE AGENDA: None

ORAL COMMUNICATIONS:

Connie Barr, FLOW Representative was present to address the Board. Ms. Barr stated that the author of Assembly Bill 1397 has pulled the Assembly Bill from the Agenda.

WRITTEN COMMUNICATIONS:

- a. March 7, 2005 Correspondence from Don Ramos Regarding LAFCO Election

The Board received the March 7, 2005 Correspondence from Don Ramos Regarding LAFCO Election.

- b. March 18, 2005 Correspondence from Pat McCormick, Executive Officer of LAFCO Regarding Cities Annexation to the Mosquito Abatement County Service Area 53

The Board received the March 18, 2005 Correspondence from Pat McCormick, Executive Officer of LAFCO Regarding Cities Annexation to the Mosquito Abatement County Service Area 53.

- c. March 18, 2005 Correspondence from P. Walker Regarding Letter to the Editor of the Valley Press

The Board received the March 18, 2005 Correspondence from P. Walker Regarding Letter to the Editor of the Valley Press.

CONSENT AGENDA: None

UNFINISHED BUSINESS: None

NEW BUSINESS:

- a. Annual Steelhead Report; March 2005

Manager Mueller stated that the subject report provides a comparison of juvenile steelhead densities for the year 1997-2001 and 2003-2004 within the middle and upper San Lorenzo River and four (4) tributaries. In addition, the report provides an estimate of juvenile populations.

Don Alley with D.W. Alley & Associates was present to present the Annual Steelhead report dated March 2005 to the Board of Directors. Mr. Alley stated that when Kinko's duplicated the report, pages numbers were left out. Mr. Alley stated that he will make sure the correction is made and provide the District with a correct copy before any reports go out to the public.

Mr. Alley stated that densities and production of Young of the Yearlings in the middle and upper mainstem decreased from 2003 to 2004. In the middle river, yearling densities and production increased slightly from 2003-2004, as it had the previous year, but Size Class 2 and 3 (smolt-sized juvenile) densities and production did not. From 2003 to 2004 there was a 45% decrease in smolt production in the middle mainstem river, but 16% increase in the upper mainstem river, resulting in a 5% decline in the overall mainstem. In all four (4) monitored tributaries (Zayante, Bean,

Boulder and lower Bean), densities and production of Young of the Yearlings (Size Class 1 fish) and yearlings (Size Classes 2 and 3 smolt-sized fish) decreased in 2004. From 2003-2004, the index of adults returning from the juvenile population increased slightly for the upper mainstem segment and decreased for the middle mainstem and each tributary.

Motion was made by Dir. Rapoza to accept and file the Annual Steelhead Report; March 2005.

ROLL CALL:

Ayes:	Rapoza, Nelson, Prather, Ross, Vierra
Noes:	None
Absent:	None

b. Resolution of Opposition, Assembly Bill 1397

Manager Mueller stated that based on the information provided by Connie Barr, that the author pulled Assembly Bill 1397 from the Agenda, there is no need to take any action at this time.

Counsel Hynes agreed that there is no urgency at this time.

Staff was directed to monitor Assembly Bill 1397 and bring back to the Board if necessary.

c. Budget Amendment for Water Conservation Credit Programs

Manager Mueller stated that on July 1, 2004 the Board adopted Resolution No. 1 (04-05) Annual Budget for Fiscal Year 2004/2005. The 2004/2005 Fiscal Year Budget allocated \$15,000.00 for Water Conservation Credit Programs. To date, the District has processed at total of 137 rebate credits in the amount of \$13,674.70 for Fiscal Year 2004/2005. In addition, six (6) Credit Applications have been issued that are still outstanding.

Motion was made by Dir. Ross approve Resolution No. 24 (04-05) Budget Amendment for Water Conservation Credit Programs.

ROLL CALL:

Ayes:	Ross, Nelson, Prather, Rapoza, Vierra
Noes:	None
Absent:	None

d. March 16, 2005 Loss Control Committee Minutes

Motion was made by Dir. Ross to approve the March 16, 2005 Loss Control Committee Minutes.

ROLL CALL:

Ayes:	Ross, Nelson, Prather, Rapoza, Vierra
Noes:	None
Absent:	None

GENERAL MANAGER'S REPORTS:

a. Manager

(1) Bill List Period Ending April 7, 2005

Motion was made by Dir. Ross to approve the Bill List Period Ending March 17, 2005 in the amount of \$204,639.24.

ROLL CALL:

Ayes:	Ross, Nelson, Prather, Rapoza, Vierra
Noes:	None
Absent:	None

(2) One-Time Leak Adjustment Status Report; January 1, 2005-March 31, 2005

The Board received the One-Time Leak Adjustment Status Report; January 1, 2005-March 31, 2005.

(3) Department Status Reports

(i) Administration

Manager Mueller reported that on April 26, 2005 the Santa Cruz County Board of Supervisors will be holding a public hearing at Felton Community Hall regarding the Joint Community Facilities District. In addition, on March 27, 2005 the Scotts Valley Water District will be hosting a Santa Margarita Groundwater Basin Advisory Committee meeting at 7:00 p.m.

(ii) Operations

The Board received the Operations Department Status Report.

(iii) Engineering

The Board received the Engineering Department Status Report.

b. Committee/Director Reports (Oral):

Dir. Vierra reported on the March 31, 2005 Finance Committee meeting. The Committee discussed developing Emergency Fund Accounts relative to Rate Stabilization, Capital Improvement, Accumulated Sick Leave Liability and Computers and other consumable equipment. Staff was directed to develop language relative to these accounts and take back to Committee for review.

INFORMATIONAL MATERIAL:

a. Newspaper Articles

The Board received the Newspaper Articles.

ADJOURNMENT TO CLOSED SESSION:

Dir. Vierra adjourned the meeting to closed session at 8:37 p.m. to approve Minutes of the Closed Session Meeting of March 17, 2005 and confer with Labor Negotiator Pursuant to California Government Code Section 54957.6, Agency Negotiator: James Mueller, District Manager, Employee Organizations: Classified Employees Unit; and, Management, Supervisory and Confidential Employees Unit and to confer with Real Property Negotiator Pursuant to California Government Code 54956.8, Property: APN 81-204-03 and -07, generally located at 12788 Highway 9, Boulder Creek, CA. Agency Negotiator: James Mueller, District Manager, Negotiating Parties: Albert and Melva Johnson, Under Negotiation: Price and Payment Terms.

RECONVENE TO OPEN SESSION TO REPORT ACTIONS TAKEN IN CLOSED SESSION:

a. Minutes of the Closed Session Meeting of March 17, 2005

Motion was made by Dir. Vierra to approve the Minutes of the Closed Session Meeting of March 17, 2005, as presented.

ROLL CALL:

Ayes: Vierra, Nelson, Prather, Rapoza, Ross

Noes: None
Absent: None

- b. CONFERENCE WITH LABOR NEGOTIATOR
Pursuant to California Government Code Section 54957.6
Agency Negotiator: James Mueller, District Manager
Employee Organizations: Classified Employees Unit; and, Management,
Supervisory and Confidential Employees Unit

No reportable action.

- c. CONFERENCE WITH REAL PROPERTY NEGOTIATOR
Pursuant to California Government Code 54956.8
Property: APN 81-204-03 and -07, generally located at
12788 Highway 9, Boulder Creek, CA.
Agency Negotiator: James Mueller, District Manager
Negotiating Parties: Albert and Melva Johnson
Under Negotiation: Price and Payment Terms

No reportable action.

ADJOURNMENT:

The meeting was adjourned at 10:25 p.m.

Kelly Stephens
District Secretary